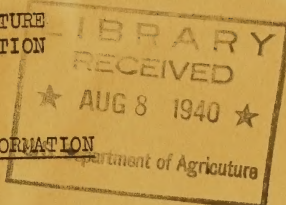


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Flue-cured Tobacco Letter No. 1

Issued July 1, 1940.

UNITED STATES DEPARTMENT OF AGRICULTURE  
AGRICULTURAL ADJUSTMENT ADMINISTRATION  
WASHINGTON, D. C.



FLUE-CURED TOBACCO MARKETING QUOTA INFORMATION  
FOR WAREHOUSEMEN AND DEALERS

Re: Purchases of tobacco from farmers by a warehouseman or dealer other than at a regular auction warehouse sale.

Under the recent amendments, all marketings of tobacco of the 1940 crop are subject to the 1940 marketing quotas even though the tobacco is sold prior to July 1, 1940. For any farm having excess tobacco available for marketing, a penalty will be collected in the amount of ten cents per pound on that percent of each lot of tobacco marketed from the farm which the acreage harvested in excess of the farm allotment is of the total harvested acreage.

Regulations, instructions, and forms will be distributed and representatives of the Marketing Quota Section will be available to assist in explaining records and reports before the markets open. However, in order that proper records may be kept with respect to nonwarehouse purchases made before the official opening of the markets in each belt, Forms 40-Tob-43, "Bill of Nonwarehouse Sale" will be printed and available within two weeks upon request to this office and a limited number of mimeographed copies of the form (copy enclosed) now are available upon request.

The outline below indicates the records needed for all tobacco purchased from farmers at any place other than a regular auction warehouse sale, and the way in which such records will be prepared and handled.

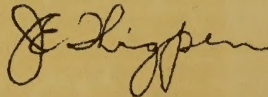
- a. Bill of Nonwarehouse Sale (Form 40-Tob-43). Three copies to be prepared by buyer and signed by the buyer and farm operator. All copies to be retained by buyer until picked up by field assistant, in case of warehouseman, or delivered to field assistant by buyer, in case of dealer other than warehouseman; except that one copy will be delivered to county office if buyer has "Certificate of County Office" thereon executed in lieu of obtaining memorandum of sale as authorized below.
- b. Memorandum of Sale. Buyer will obtain memorandum of sale to identify every lot of tobacco purchased directly from farmers, except that if the marketing card has not been delivered to the farm operator and the county office executes the "Certificate of County Office" on Form 40-Tob-43 before delivery of the mar-

keting card, the buyer will not need to obtain memorandum of sale.

- (1) Memorandum of sale from Within Quota Card. (Form 40-Tob-28). May be issued by field assistant, buyer, or in cases specified below, the county office. If issued by field assistant or buyer the "county office copy" will be delivered to the field assistant, and the "purchaser's copy" to the buyer. County office will issue memorandum only if "Certificate of County Office" on Form 40-Tob-43 is executed at request of buyer, and in such case will forward "purchaser's copy" to the Marketing Quota Section and keep "county office copy" in its files.
- (2) Memorandum of sale from Excess Card. (Form 40-Tob-29). To be issued by field assistant upon presentation by the buyer and farm operator in person of Bill of Nonwarehouse Sale (Form 40-Tob-43) and marketing card containing memorandum. "Purchaser's copy" of memorandum will be retained by field assistant. County office will issue memorandum only in cases where "Certificate of County Office" is executed on Form 40-Tob-43, and in such case will forward "Purchaser's copy" to the Marketing Quota Section and keep "county office copy" in its files.

Any warehouseman receiving tobacco from farmers which is to be sold on the regular warehouse auction after the opening of the markets should handle it so that a memorandum of sale can be issued to identify the tobacco from each farm.

It will be appreciated if each warehouseman or dealer who receives a copy of this letter will bring it to the attention of any other dealer whom he thinks is or will be purchasing tobacco directly from farmers.



J. E. Thigpen,  
Chief, Marketing Quota Section,  
East Central Division